

BellSouth Telecommunications, Inc.

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July 18, 2000

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VIA HAND DELIVERY

David Waddell, Executive Secretary Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37238

Re:

Petition for Arbitration of the Interconnection Agreement Between BellSouth Telecommunications, Inc. and Intermedia Communications Inc. Pursuant to Section 252(b) of the Telecommunications Act of 1996

Docket No. 99-00948

Dear Mr. Waddell:

Enclosed are the original and thirteen copies of the Revised Joint Issues Matrix. BellSouth has been authorized to file this Matrix on behalf of Intermedia. Copies of the enclosed are being provided to counsel of record for Intermedia.

Very truly yours,

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Guy M. Hicks W. Jak V. M. S. M. Ch. M.

GMH:ch Enclosure

BELLSOUTH/INTERMEDIA ARBITRATION SUBMITTED TO THE TRA ON JULY 18, 2000 REVISED JOINT ISSUES MATRIX TENNESSEE

ISSUE	INTERMEDIA'S POSITION	BELLSOUTH'S POSITION	AGREEMENT SECTION	FCC RULING	WITNESS TESTIMONY	STATUS AS OF 7/18/2000
Issue 1: Should the parties wait for final and nonappealable legislative, regulatory,	No. Once a legislative, regulatory or judicial action becomes "effective," the parties	Yes. BellSouth believes that a party should wait until an action is nonappealable before	General Terms and Conditions, Part A, § 16.5; Attachment 3, § 6.6.2.	N/A		CLOSED. BellSouth agreed to accept Intermedia's language.
judicial or other legislation before amending the contract to implement such actions?	should be able to implement it for purposes of their agreement.	implementing the action; otherwise, the parties are potentially subject to multiple amendments to the contract.			·	all grade
Revised Issue 2: Should the definition of "Local Traffic" for purposes of the Parties' reciprocal compensation obligations under Section 251(b)(5) of the 1996 Act include the following:		·				The parties agreed to split this issue into two subparts for consideration.
2(a) ISP traffic?	Yes. Intermedia should be fairly compensated for use of its facilities in the carriage of traffic originated by BellSouth customers.	"Local traffic" should be defined to apply only to traffic that originates and terminates within a local area. The definition should expressly exclude traffic to Internet Service Providers, which is interstate traffic.	Attachment 3, § 6.1 to 6.1.5. General Terms and Conditions Part B – definition of local traffic.	First Report and Order, Implementation of the Local Competition Provisions in the Telecommunications Act of 1996, 11 FCC Rcd 13042, 16013, ¶ 1034; Declaratory Ruling, CC Docket		ARBITRATE.

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Issue 3: Should Intermedia be compensated for end office, tandem, and transport elements, for purposes of reciprocal compensation?	2(b) False traffic deliberately generated for the sole purpose of obtaining increased reciprocal compensation (e.g, Router-Router traffic)?		ISSUE
Yes. In accordance with FCC Rule 51.711, Intermedia is entitled to be compensated at BellSouth's tandem interconnection rate if its switch covers a geographic area comparable to that covered by a BellSouth tandem switch.	Intermedia does not oppose this BellSouth position on its merits, but seeks clearer language that is not overbroad.		INTERMEDIA'S POSITION
Intermedia should be compensated for those functions it provides. The appropriate rates for reciprocal compensation are the elemental rates for end office switching and common transport that are used to transport and terminate local traffic. If a call is not handled by Intermedia's switch on a tandem basis, it is not appropriate to pay Intermedia reciprocal compensation for the tandem switching function.	BellSouth should not have to pay reciprocal compensation for false traffic generated for the purpose of obtaining reciprocal compensation.		BELLSOUTH'S POSITION
Attachment 3, § 6.2.	Attachment 3, § 6.1 to 6.1.5. General Terms and Conditions Part B – definition of local traffic.		AGREEMENT SECTION
AT&T v. Iowa Utils. Bd., 119 S. Ct. 721 (1999); 47 C.F.R. § 51.711.	N/A	No. 96-98, ¶¶ 26 n. 87 and 27 (Feb. 26, 199), 47 USC § 251(b)(5) and § 251(d)(2)(A).	FCC RULING
			TESTIMONY
ARBITRATE.	CLOSED. The parties agreed to new language on February 23, 2000.		STATUS AS OF 7/18/2000

INTERMEDIA'S POSITION

BELLSOUTH'S POSITION

AGREEMENT SECTION

WITNESS

ISSUE	POSITION	POSITION	SECTION	FCC RULING	TESTIMONY	AS OF 7/18/2000
Issue 4: Should BellSouth be required to pay for additional transport charges where Intermedia has configured its network in a way that its switch is in a different LATA than Intermedia's end user customer?	Yes. Intermedia designs its networks for its own business purposes and to provide the best possible service to its customers, not primarily for minimizing cost to BellSouth. BellSouth should be required to compensate Intermedia for services it receives, rather than suggesting that Intermedia redesign its network to accommodate BellSouth's interests.	No. BellSouth is required by law to hand off its traffic within the same LATA where the traffic is originated. BellSouth should not be forced into paying additional transport costs due to an inefficient configuration of Intermedia's network.	Attachment 3, § 6.1.6.	N/A		CLOSED Intermedia agreed to accept BellSouth's language.
Issue 5: Should Intermedia be allowed to assign NPA/NXX's in such a way so as to make it impossible for BellSouth to distinguish local from non-local traffic for BellSouth originated traffic?	Intermedia objects to BellSouth's pejorative and inaccurate framing of this issue. The point of Intermedia's proposed language is not to make it difficult for BellSouth to distinguish between local and non-local traffic as stated. Intermedia's language is intended to allow Intermedia appropriate flexibility in designing local calling areas and assigning NPA/NXXs so that Intermedia may	No. If Intermedia assigns NPA/NXXs outside the BellSouth local calling area where the NPA/NXX is homed, BellSouth will not be able to identify whether BellSouth customers are making local, intraLATA or interLATA toll calls to Intermedia customers.	Attachment 3, §§ 1.2 and 1.2.1			CLOSED. The parties agreed that Issue 5 should be closed, and its content subsumed under Issue 26.

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ISSUE	POSITION	POSITION	SECTION	FCC RULING	WITNESS TESTIMONY	STATUS AS OF 7/18/2000
Revised Issue 6: (a) Are BellSouth's proposed collocation intervals appropriate and (b) should they be measured in business days?	provide innovative and competitive services to its customers. BellSouth's complaint that it cannot distinguish the character of traffic is unfounded. Intermedia's language allows for the exchange of CPNI data, and in instances where that is not available, exchange of PLU reports to track traffic percentages. No. For example, BellSouth's interval of 30 business days for providing a response to a collocation request is unreasonably long. Similarly, BellSouth's interval of 30 business days for provisioning physical collocation is simply too long to be acceptable. In addition, BellSouth's intervals should be measured in "calendar" as opposed to "business" days. The use of "business" days. The use of "business"	Business days. The FCC has not precluded the use of business days, therefore it is fair to use business days are the appropriate means of calculating provisioning intervals. This language is reflected in BellSouth's standard interconnection agreement: "BellSouth will use best efforts to complete construction for collocation	Attachment 4, §§ 2.6, 6.4.3	47 U.S.C. § 251(c)(6); 47 C.F.R. § 51.323(d); Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC Docket No. 98-147, First Report and Order in Docket No. 99-98, (released March 31, 1999).		ARBITRATE. This issue has been revised to incorporate issue nos. 6, 8, and 9, per the TRA's instructions on 6/2/2000.
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Issue 8: Is BellSouth's interval for responding to Intermedia's bona fide collocation requests appropriate?	Revised Issue 7: What charges should Intermedia pay to BellSouth for space preparation for physical collocation?		ISSUE
No. 30 business days is an unreasonable interval for such a minimal transaction: nearly 6 weeks. The FCC has specified that ILECs should respond within 10 days as to space availability. BellSouth's language indicates that it will	Intermedia considers that BellSouth's space preparation charges are unreasonable on their face, in part because the quoted charges do not appear to have any cost basis in the task at hand. Moreover, apart from the magnitude of the charges, many of BellSouth's charges for space preparation are "ICB" when they should be definitive, cost-based charges. This is in violation of the FCC's policies, and hinders competition.		INTERMEDIA'S POSITION
Yes. BellSouth believes that 30 business days is a reasonable time frame within which to respond to a CLEC's request and to advise a CLEC of the availability of collocation space in a specific office and what the cost will be. However, within this 30	business days from receipt of a complete and accurate Bona Fide Firm Order." The issue of appropriate rates for physical collocation, including space preparation charges, is currently pending before the Authority in Docket 97-01262. BellSouth proposes that the Interconnection Agreement incorporates the rates for space preparation that result from the Authority's decision in that proceeding.		BELLSOUTH'S POSITION
Attachment 4, § 6.2	Attachment 4, § 6.4.		AGREEMENT SECTION
47 U.S.C. § 251(c)(6); 47 C.F.R. § 51.323(d); Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC Docket No. 98-147, First Report and Order in Docket No.	47 U.S.C. § 251(c)(6); 47 C.F.R. § 51.323(d); Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC Docket No. 98-147, First Report and Order in Docket No. 99-98, (released March 31, 1999).		FCC RULING
			WITNESS
CLOSED. The parties agreed to close this issue and incorporate its content into Revised Issue 6.	ARBITRATE.		STATUS AS OF 7/18/2000

Issue 10: What should BellSouth's policies be regarding conversion of virtual to physical collocation?	Issue 9: Is BellSouth's interval for physical collocation provisioning appropriate?		ISSUE
In the first instance, it should not be necessary from a technical or practical standpoint to relocate Intermedia's arrangement to a different portion of BellSouth's offices when converting to a cageless collocation arrangement. The FCC's rules forbid unreasonable	No. The 90 business day and 130 business day intervals are far too long to be realistic. 90 business days is approximately 18 weeks, or 4½ months; 130 business days is nearly 6 months. Intermedia proposes the use of calendar days as a compromise.	respond within 10 days as to whether a collocation order is Bona Fide or not, but it takes 30 days to have a substantive response. This violates the FCC's stated policies.	INTERMEDIA'S POSITION
BellSouth will convert virtual collocation arrangements to physical collocation arrangements upon Intermedia's request. However, if BellSouth determines in a nondiscriminatory manner that the arrangement must be relocated, Intermedia should pay the cost of such relocation.	Yes. The FCC has not precluded the use of business days, therefore it is fair to use business days. As to the interval, BellSouth is not required by the FCC's Advanced Services Order to provide cageless collocation within fixed intervals. (¶ 54 First Report and Order and FNPRM, CC Docket 98-147)	business day time frame, BellSouth advises CLECs within 10 business days if space will be available.	BELLSOUTH'S POSITION
Attachment 4, § 6.9	Attachment 4, § 6.2		AGREEMENT SECTION
47 U.S.C. § 251(c)(6); 47 C.F.R. § 51.323(d); Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC Docket No. 98-147, First Report and Order in Docket No. 99-98, (released March 31, 1999).	47 U.S.C. § 251(c)(6); 47 C.F.R. § 51.323(d); Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC Docket No. 98-147, First Report and Order in Docket No. 99-98, (released March 31, 1999).	99-98, (released March 31, 1999) at ¶ 55.	FCC RULING
			WITNESS
ARBITRATE. Note: This issue has been rephrased in conformity with the TRA Staff's suggestion.	CLOSED. The parties agreed to close this issue and incorporate its content into Revised Issue 6.		STATUS AS OF 7/18/2000

ISSUE	POSITION	POSITION	AGREEMENT SECTION	FCC RULING	WITNESS TESTIMONY	STATUS AS OF 7/18/2000
Issue 11: Should BellSouth be required to provide reasonable and non-discriminatory access to UNEs in accordance with all effective rules and decisions by the FCC and this Commission?	segregation of CLEC equipment in this manner. Moreover, if for its own purposes, BellSouth wishes to take the extraordinary step of moving Intermedia's virtual arrangements to a different portion of its office — something that is patently unnecessary in nearly all cases — BellSouth should both cover the costs of doing so, and ensure that it does not interrupt or disrupt services to Intermedia's customers in the process. Yes. This is required by applicable law.	BellSouth has proposed language	Attachment 2, New item 1.8 (p. 56).	Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released November 5, 1999); 47 U.S.C. §		CLOSED. BellSouth agreed to adopt Intermedia's language.
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ISSUE	INTERMEDIA'S POSITION	BELLSOUTH'S POSITION	AGREEMENT SECTION	FCC RULING	WITNESS TESTIMONY	STATUS AS OF 7/18/2000
Revised Issue 12: What is the appropriate definition of "currently combines" pursuant to FCC Rule 51.315(b)?	BellSouth should provide Intermedia access at UNE rates to combinations of network elements that exist in BellSouth's network.	BellSouth's obligation should be limited to combinations that currently exist to serve a particular customer at a particular location.	Attachment 2, New item 1.9 (p. 56).	AT&T v. Iowa Utils. Bd., 119 S. Ct. 721, 736-38 (1999); Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 475; 47 U.S.C. § 51.315.		ARBITRATE.
Revised Issue 13: Should BellSouth be required to:						The parties agreed to split this issue into two subparts for consideration.
13(a): provide access to enhanced extended links ("EELs") at UNE rates; and	Yes, the law requires BellSouth to provide access to EELs at UNE rates.	BellSouth's obligation should be limited to combinations that currently exist to serve a particular customer at a particular location.	Attachment 2, New item 1.10 (p. 56).	Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC		ARBITRATE.

Issue 14: Should the parties utilize the FCC's most recent definition of "local loop"?	13(b) allow Intermedia to convert existing special access services to EELs at UNE rates?	ISSUE
Yes. This updated definition contains substantive clarifications that are essential for purposes of the parties' agreement.	Yes, the law requires BellSouth to convert, upon request, existing special access services to EELs at UNE rates.	INTERMEDIA'S POSITION
BellSouth proposed language which it believes is consistent with §51.319(a)(1) of the FCC's UNE Remand Order.	Intermedia's ability to convert special access facilities to EELs at UNE rates is constrained at least until the FCC completes its Fourth Notice of Proposed Rulemaking. Until that rulemaking is complete, carriers may not convert special access services to combinations of UNEs unless the carrier uses the UNE combination to provide a significant amount of local exchange service, in addition to exchange access service to a particular customer.	BELLSOUTH'S POSITION
Attachment 2, item 2.2.1 (p. 57).	Attachment 2, New item 1.10 (p. 56).	AGREEMENT SECTION
Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98	Docket No. 96-98 (released Nov. 5, 1999) at ¶ 480; 47 U.S.C. § 51.315. Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 480; 47 U.S.C. § 51.315.	FCC RULING
		WITNESS
ELOSED. BellSouth agreed to accept the FCC's definitional language; Intermedia has withdrawn the issue.	CLOSED. Parties signed Combination Amendment to current Interconnection Agreement. Intermedia signed on 7/7/00, and BellSouth filed on 7/12/00.	STATUS AS OF 7/18/2000

CLOSED. The parties agreed to new language on February 23, 2000.		Implementation of the Local Competition Provisions of the Telecommunications	Attachment 2, items 6.1 and 6.2.1.1 through 6.2.1.2, new items 6.2.1.3 through 6.2.1.4;	Where facilities permit and subject to applicable and effective FCC rules and orders, BellSouth	Yes. This is now required by applicable law, and it should be included in the parties'	Issue 17: Should BellSouth be required to offer subloop unbundling and access DC01/SORIE/106849.4
CLOSED. BellSouth agreed to use the definition from the FCC's UNE Remand Order.		Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 233.	Attachment 2, item 4.1.1 (p. 57)	Unstated.	Yes. The FCC's new definition of NID is updated and made more flexible to keep pace with changing technology and business practices. It is appropriate to include it in the parties' agreement.	Issue 16: Should the parties utilize the FCC's most recent definition of network interface device ("NID")?
CLOSED. The parties agreed to new language on February 23, 2000.		Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 172; 47 USC § 51.319(a)(6).	Attachment 2, new items 2.4 and 2.4.1 through 2.4.4 (p. 57).	BellSouth agrees that it is required to condition loops in accordance with the FCC's 319 Order and has proposed language which it believes is consistent with §51.319(a)(3) of the FCC's UNE Remand Order and with Intermedia's proposed language.	Yes. It is essential for CLECs offering advanced services to be able to obtain reliable access to conditioned loops.	Issue 15: Should BellSouth be required to condition loops in accordance with the FCC's most recent ruling?
		(released Nov. 5, 1999) at ¶ 166-167; 47 U.S.C. § 51.319(a)(1).			·	
STATUS AS OF 7/18/2000	WITNESS TESTIMONY	FCC RULING	AGREEMENT SECTION	BELLSOUTH'S POSITION	INTERMEDIA'S POSITION	ISSUE

INTERMEDIA'S POSITION

BELLSOUTH'S POSITION

AGREEMENT SECTION

FCC RULING

WITNESS TESTIMONY

STATUS AS OF 7/18/2000

ISSUE

inside writing in coordance with the UNE Remand Order, to the ECO's UNE Remand Order, to the Ecologies of the Economic of the				_
shall offer access to its Unbundled Sub Loop (USL), Unbundled Sub Loop Concentration (USLC) and Unbundled Network Terminating Wire (UNTW) elements. BellSouth shall provide nordiscriminatory access, in accordance with § 51.311 and section 251(c)(3) of the Act, to the subloop, including inside wiring owned or controlled by BellSouth, if any, on an unbundled basis. Unstated Unstated Unstated Unstated Unstated Unstated Unstated Uniter Notice of Rolessed Nov. 5, 1999) at ¶ 205-207.	18(a) local circuit switching	Revised Issue 18: Should BellSouth be required to provide access on an unbundled basis in accordance with, and as defined in, the FCC's UNE Remand Order, to the following:	to BellSouth-owned inside wiring in accordance with the UNE Remand Order and FCC Rule 319(a)?	
items 6.3.1 through 6.4.1; items 6.6, 6.6.1, 6.6.2, 6.6.3, 6.6.4 and 6.6.5 (pp. 58-59) Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 205-207.	Yes. Applicable law (the UNE Remand Order and 47 C.F.R. § 51.319(a)) require this, and the parties' agreement should reflect the current rules.		agreement.	
Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 205-207.	Unstated		shall offer access to its Unbundled Sub Loop (USL), Unbundled Sub Loop Concentration (USLC) and Unbundled Network Terminating Wire (UNTW) elements. BellSouth shall provide nondiscriminatory access, in accordance with § 51.311 and section 251(c)(3) of the Act, to the subloop, including inside wiring owned or controlled by BellSouth, if any, on an unbundled basis.	
			items 6.3.1 through 6.4.1; items 6.6, 6.6.1, 6.6.2, 6.6.3, 6.6.4 and 6.6.5 (pp. 58-59)	
The parties agreed to split this issue into three subparts for consideration. CLOSED. BellSouth agreed to track FCC rule language.		·	Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 205-207.	
The parties agreed to split this issue into three subparts for consideration. CLOSED. BellSouth agreed to track FCC rule language.				
	CLOSED. BellSouth agreed to track FCC rule language.	The parties agreed to split this issue into three subparts for consideration.		

Issue 19: Should the parties utilize a definition of local tandem switching capability consistent with the FCC's most recent ruling?	18(c) packet switching capabilities	18(b) local tandem switching	ISSUE
Yes.	Yes, the unbundling of packet switching is required in certain instances.	Yes. Applicable law (the UNE Remand Order and 47 C.F.R. § 51.319(a)) require this, and the parties' agreement should reflect the latest rules.	POSITION
Unstated	Neither the 1996 Act nor the FCC's Rules require unbundling of packet switching. In its UNE Remand Order, the FCC expressly declined "to unbundle specific packet switching technologies incumbents LECs may have deployed in their networks." (Para. 311)	Unstated	POSITION
Attachment 2, new item 7.1.1.3 (pp. 60-61); 9.9.1 (p. 63)	Attachment 2, items 7.1.1 and new 7.1.1.1(p. 60)		SECTION
Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth	Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999), at ¶ 241-317; 47 C.F.R. § 51.319(c).		FCC RULING
			TESTIMONY
CLOSED. The parties agreed to close this issue, and move its content to a revised Issue 18.	ARBITRATE.	CLOSED. BellSouth agreed to track FCC rule language.	AS OF 7/18/2000

INTERMEDIA'S POSITION

BELLSOUTH'S POSITION

AGREEMENT SECTION

FCC RULING

WITNESS TESTIMONY

STATUS AS OF 7/18/2000

ISSUE

Issue 21: Should the parties utilize a definition of a packet switching capability consistent with the FCC's most recent ruling?	Issue 20: Should the parties utilize a definition of local circuit switching capability consistent with the FCC's most recent ruling?		
Yes.	Yes.		
Unstated	Unstated		
Attachment 2, new item 7.1.1.4 (p. 61)	Attachment 2, new item 7.1.1.1 (pp. 60)		
Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5,	Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 244; 47 C.F.R. § 51.319(c)(1)(A).	Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 241-299; 47 C.F.R. § 51.319(c)(2).	
CLOSED The parties agreed to close this issue, and move its content to a revised Issue 18.	CLOSED The parties agreed to close this issue, and move its content to a revised Issue 18.	·	

ISSUE	POSITION	POSITION	SECTION	FCC RULING	TESTIMONY	AS OF 7/18/2000
				1999) at ¶ 302; 47 C.F.R. § 51.319(c)(3).		
Revised Issue 22: Should BellSouth be required to provide nondiscriminatory access to interoffice transmission facilities, including dedicated transport (defined as incumbent LEC transmission facilities, including all technically feasible capacity-related services including, but not limited to, DS1, DS3 and OCn levels, dedicated to a particular customer or carrier, that provides telecommunications between wire centers owned by incumbent LECs or requesting telecommunications carriers, or between switches owned by incumbent LECs or requesting telecommunications carriers), dark fiber transport (defined as incumbent LEC optical	Yes. In addition, interoffice transport rates should be consistent with the pricing requirements of the 1996 Act.	BellSouth agrees that it is required to provide nondiscriminatory access to interoffice transmission facilities and has proposed language which it believes is consistent with §51.319(d) of the FCC's UNE Remand Order and with Intermedia's proposed language.	Attachment 2, item 8., new item 8.1.1, 8.3.1, 8.3.1.1 (p. 62)	Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 321; 47 C.F.R. § 51.319(d).		Intermedia has agreed to accept BellSouth's proposed rates. Each of the rates proposed by BellSouth in Tennessee will be TELRIC-based and will be interim, subject to a retroactive true-up, at such time as the Authority establishes permanent rates.

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consistent with the FCC's most recent
move its content to a

ISSUE

INTERMEDIA'S POSITION

BELLSOUTH'S POSITION

AGREEMENT SECTION

FCC RULING

WITNESS

STATUS AS OF 7/18/2000

	
Revised Issue 25: Should BellSouth be required to furnish access to the following as UNEs: (i) User-to-Network Interface or "UNI," which provides connectivity between the end user and the frame relay network; (ii) Network-to-Network Interface or "NNI," which provides carrier-to-carrier connectivity to the frame relay network; and (iii) Data Link Control Identifiers or "DLCIs", at Intermedia-specified Committed Information Rates or "CIRs," which define the path and capacity of	BellSouth provide nondiscriminatory access to operations support systems ("OSS") and should the parties utilize a definition of OSS consistent with the FCC's most recent ruling?
Yes. These UNEs meet the requirements of the 1996 Act, and the TRA is empowered to mandate their availability.	
No. These are components of Frame Relay, and Frame Relay is a form of packet switching. See BellSouth's response to issue 18(c).	
Attachment 2, item 17.2 (p. 63)	(p. 63)
Implementation of the Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 302-317.	Local Competition Provisions of the Telecommunications Act of 1996, Third Report and Order and Fourth Further Notice of Proposed Rulemaking in CC Docket No. 96-98 (released Nov. 5, 1999) at ¶ 421-437; 47C.F.R. § 51.319(g).
ARBITRATE. This issue has been revised per the TRA's instructions on 6/2/2000.	Intermedia agreed to withdraw this issue and accept BellSouth's proposed language.

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Issue 27: Should Intermedia be permitted to establish Points of Presence ("POP") and Points of Interface ("POI") for delivery of its originated interLATA toll traffic?	parties be allowed to establish their own local calling areas and assign numbers for local use anywhere within such areas, consistent with applicable law?	virtual circuits over which frame relay frames travel across the frame relay network?		ISSUE
Yes.	Yes, the parties should have the flexibility to assign their NPA/NXXs as they see fit, as well as to establish their own calling areas without being forced to mirror the other party's network topology.			INTERMEDIA'S POSITION
All local service providers, including BellSouth and CLECs, should be permitted to establish Points of Interface (POI) as they choose so long as each local service provider designates at least one	When a CLEC assigns numbers having the same NPA/NXX to customers both inside and outside the BellSouth local calling area where the NPA/NXX is homed, it is impossible for BellSouth to determine whether BellSouth's end users are making a local or a long distance call when BellSouth's end user calls the CLEC's end user. Consequently, BellSouth can't tell whether access or reciprocal compensation should apply to the resulting traffic.			BELLSOUTH'S POSITION
Attachment 3, item 1.6 (p. 5)	Attachment 3, items 1.2 and 1.2.1 (p. 3); item 1.9 (pp. 5-6); items 1.10.1 and 1.10.2 (p. 7)			AGREEMENT SECTION
N/A	N/A			FCC RULING
				WITNESS TESTIMONY
CLOSED. The parties agreed to new language on February 23, 2000.	ARBITRATE.			STATUS AS OF 7/18/2000

30(a) designate a "home" local tandem	Revised Issue 30: Should Intermedia be required to:	Issue 29: In the event Intermedia chooses multiple tandem access ("MTA"), must Intermedia establish points of interconnection at all BellSouth access tandems where Intermedia's NXXs are "homed"?	Issue 28: Should the parties include language requiring BellSouth to designate Points of Presence and Points of Interface for delivery of its originated interLATA toll traffic?		ISSUE
No. Intermedia desires simple and		No. Intermedia must have the freedom to configure its network and to assign NXXs in the most efficient manner possible, and to define local calling areas as it chooses.	Yes.		INTERMEDIA'S POSITION
Yes. If more than one BellSouth local tandem		Yes. If Intermedia elects BellSouth's multiple tandem access ("MTA") offer, Intermedia must designate for each of Intermedia's switches the BellSouth tandem at which BellSouth will receive traffic originated by Intermedia's end user customers.	Unstated	POI within the LATA to which it will deliver traffic originated by its end user customers bound for the end user customers of another local service provider.	BELLSOUTH'S POSITION
Attachment 3, § 1.10.1 and 1.10.2 (page 7)		Attachment 3, § 1.9 (page 5)	Attachment 3, item 1.7 (p. 5)		AGREEMENT SECTION
N/A		N/A	N/A		FCC RULING
					WITNESS TESTIMONY
ARBITRATE.	The parties agreed to split this issue into two subparts.	ARBITRATE.	CLOSED. Intermedia agreed to withdraw this issue.		STATUS AS OF 7/18/2000

ARBITRATE.		N/A	Attachment 3, item	Switched Access Traffic	Switched Access	Issue 32: How should
ARBITRATE, Note: This issue has been rephrased in conformity with the TRA Staff's suggestion.		N/A	Attachment 3, item 6.7.1 (p. 16)	IntraLATA Toll Traffic should be defined as any telephone call that is not local or switched access per the parties' agreement.	IntraLATA Toll Traffic should be defined as all basic intraLATA message service calls other than Local Traffic, and should include both voice and data traffic.	Issue 31: For purposes of compensation, how should IntraLATA Toll Traffic be defined, e.g., should the definition include both voice and data traffic?
ARBITRATE.		N/A	Attachment 3, § 1.10.1 and 1.10.2 (page 7)	Yes. Intermedia must interconnect at each access tandem where its NPA/NXXs are homed for Intermedia's exchange access traffic.	No. Intermedia desires simple and straightforward language guaranteeing that Intermedia can interconnect where it is efficient to do so, without restricting the type of traffic Intermedia can carry over the interconnected facilities.	30(b) establish points of interconnection to BellSouth access tandems within the LATA on which Intermedia has NPA/NXXs homed?
·				serves a particular local calling area, Intermedia must establish one of the BellSouth local tandems as a home local tandem for each of its NPA/NXXs.	straightforward language guaranteeing that Intermedia can interconnect where it is efficient to do so, without restricting the type of traffic Intermedia can carry over the interconnected facilities.	for each assigned NPA/NXX; and
STATUS AS OF 7/18/2000	WITNESS TESTIMONY	FCC RULING	AGREEMENT SECTION	BELLSOUTH'S POSITION	INTERMEDIA'S POSITION	ISSUE

Revised Issue 33: (a) Should BellSouth and Intermedia be liable to each other for lost switched access revenues due to lost or damaged billing data? (b) Should there be a cap on the liability, and if so, what should that cap be?	"Switched Access Traffic" be defined?	ISSUE
Yes. If one party causes a revenue loss to the other due to lost or damage billing data, the responsible party should be liable, up to a maximum of \$10,000 per episode.	Traffic should be defined as telephone calls requiring local transmission or switching services for the purpose of the origination of termination of Telephone Toll Service," including Feature Groups A, B and D, 800/888 access, and 900 access (and their successors or similar Switched Exchange Access Services). In no instance should IP telephony be included within the definition of Switched Access Traffic.	INTERMEDIA'S POSITION
Because this issue addresses switched access revenues, it is not appropriate for arbitration under section 252 of the Act. However, BellSouth is agreeable to Intermedia's proposed language, except that BellSouth does not wish to place a cap on the liabilities of the parties. BellSouth's switched access revenues	should be defined in accordance with BellSouth's access tariff and should include IP Telephony.	BELLSOUTH'S POSITION
Attachment 3, item 6.8.4 through 6.8.7 (p. 17)	6.8.1 (p. 17)	AGREEMENT SECTION
N/A		FCC RULING
		WITNESS TESTIMONY
ARBITRATE. The parties agreed to recast this issue to limit it to switched access revenues. Note: This issue has been rephrased in conformity with the TRA Staff's suggestion.		STATUS AS OF 7/18/2000

ISSUE	INTERMEDIA'S POSITION	BELLSOUTH'S POSITION	AGREEMENT SECTION	FCC RULING	WITNESS TESTIMONY	STATUS AS OF 7/18/2000
		are substantial, and BellSouth must rely on accurate information from CLECs such as Intermedia in order for BellSouth to accurately bill the appropriate IXCs.				
Issue 34: Should the parties determine the rates to be used for intraLATA toll and Switched Access transit traffic, or should rates from BellSouth's tariffs be utilized?	The parties should determine the rates they use, and BellSouth's tariffed rates should not be utilized for Intermedia's rates	BellSouth's access tariff should determine the rates for both parties.	Attachment 3, item 6.9 (p. 19)	N/A		CLOSED. BellSouth agreed that each party's tariffed rate shall govern.
Revised Issue 35: How should Wireless Type 1 and/or Type 2A traffic be treated for purposes of the Parties' interconnection agreement?	BellSouth should not exclude these traffic types from transit traffic. The Communications Act does not restrict the type of traffic that may be carried over interconnection arrangements, and restrictions should not be allowed for public policy reasons.	Because Wireless Type 1 traffic is indistinguishable from land-line traffic, such traffic must be treated as if it were land-line traffic originated by BellSouth or the CLEC. Wireless Type 2A traffic should be treated as if it were land-line traffic originated by either BellSouth or the CLEC until the involved parties	Attachment 3, item 6.9 (p. 19)	N/A		CLOSED. The parties agreed to new language on February 23, 2000.

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Revised Issue 36: What should the appropriate compensation mechanism for transit traffic be for purposes of the Parties' interconnection agreement?		
Intermedia has proposed language for BellSouth's review.	·	
The appropriate compensation for transit traffic depends on whether the call is a local call or a long distance call. If it is a local call, then reciprocal compensation is the appropriate compensation mechanism. If it is a long distance call, then the applicable rate from either the state or the federal access service tariff is the appropriate compensation mechanism. Wireless Type 1 traffic will be compensated as local traffic until the wireless Type 2A traffic will be compensated as local traffic until the wireless provider executes a meet-point billing arrangement with BellSouth. Once that arrangement is established, such traffic will be compensated as is any other transit traffic will be compensated as is any other transit traffic	have the necessary Meet Point Billing system capabilities.	
Attachment 3, new item 6.9.2 (p. 20)		
A/N		
CLOSED. The parties agreed to new language on February 23, 2000.		

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ISSUE	INTERMEDIA'S POSITION	BELLSOUTH'S POSITION	AGREEMENT SECTION	FCC RULING	WITNESS TESTIMONY	STATUS AS OF 7/18/2000
		result in the same PLCU being applied to all local VCs in a given LATA, even if there are no VCs on a particular frame relay interconnection facility when it is initially turned up for service.				
Revised Issue 39: What are the appropriate charges for the following:						The parties agreed to condense original issues 39-44 and 47 to one or two issues. The "Revised Issue 39" represents the parties' agreed-to phrasing for these issues as of 2/2/00.
39(a) interconnection trunks between the Parties' frame relay switches?	BellSouth should make its interconnection trunk available to Intermedia at TELRIC prices established for dedicated transport.	Because BellSouth is not required to unbundle packet switching, as a Section 251 obligation, TELRIC pricing methodology is not applicable. Therefore, BellSouth proposes use of the nonrecurring and recurring charges set forth in its interstate access tariff.	Attachment 3, item 7.5.5 (p. 23), item 7.8 (p. 23) and 7.9.6 (p. 25);	N/A ·		ARBITRATE.
39(b) frame relay network-to-network interface ("NNI") ports?	Compensation should. be based on TELRIC costs; pending a cost	Because BellSouth is not required to unbundle packet switching, as a		N/A		ARBITRATE.

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39(c) permanent virtual	ISSUE
study, an interim rate of 50% of BellSouth's tariffed rates should be employed. To prevent over-recovery, the parties should compensate each other only for the	POSITION POSITION study, an interim rate of 50% of BellSouth's teriffed rates should be
Section 251 obligation, TELRIC pricing methodology is not applicable. Therefore, BellSouth proposes use of the nonrecurring and recurring charges set forth in its interstate access tariff. Because BellSouth is not required to unbundle packet switching, as a Section 251 obligation,	BELLSOUTH'S POSITION Section 251 obligation, TELRIC pricing methodology is not
Attachment 3, item 7.6 (p. 23) and 7.9.6 (p. 25)	AGREEMENT SECTION
N/A	FCC RULING
	WITNESS TESTIMONY
ARBITRATE.	STATUS AS OF 7/18/2000

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	Issue 39, by agreement of the parties on 2/2.				recurring charges set forth in its interstate access tariff.	costs; pending a cost study, an interim rate of 50% of BellSouth's tariffed rates should be employed.	PVC segment between the parties' frame relay switches be determined by the parties, or be based on recurring and non-recurring rates in BellSouth's interstate access tariff?
-	CLOSED. This is now part of Revised		N/A	Attachment 3, item 7.8 (p. 23) and 7.9.6 (p. 25)	BellSouth proposes use	Compensation should be based on TELRIC	Issue 41: Should compensation for the
	parties on 2/2.				access tariff.	50% of BellSouth's tariffed rates should be employed.	determined by the parties, or be based on recurring and non-recurring rates in BellSouth's interstate
<u>ě</u>	CLOSED. This is now part of Revised Issue 39, by agreement of the		N/A	Attachment 3, item 7.6 (p. 23) and 7.9.6 (p. 25)	BellSouth proposes use of the nonrecurring and recurring charges set forth in its interstate	Compensation should be based on TELRIC costs; pending a cost study, an interim rate of	Issue 40: Should compensation for the parties' use of frame relay NNI ports be
						employed.	record?
ř.	now part of Revised Issue 39(d).		NA	Attachment 3, item 7.9.3 (p. 24) and 7.9.6 (p. 25)	bell south proposes use of the nonrecurring and recurring charges set forth in its interstate access tariff.	Compensation should be based on TELRIC costs; pending a cost study, an interim rate of 50% of BellSouth's	39(e) How should the Parties compensate each other for requests to change a PVC segment or PVC service order
	CI OCED This				access (ariii:		
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	AS OF 7/18/2000	TESTIMONY	FCC RULING	SECTION	POSITION	POSITION	ISSUE

Dragaments la et change in Draga School	compensation between the parties for local Permanent Virtual Circuit ("PVC") be based on each party's portion of the non-recurring charge for a Data Link Control Interface ("DLCI"), or on the non-recurring and recurring PVC charges associated with the PVC segment? Issue 43: Should compensation between the parties for interLATA PVCs be based on the non-recurring charge for a DLCI or on the non-	POSITION be based on TELRIC costs; pending a cost study, an interim rate of 50% of BellSouth's tariffed rates should be employed. Compensation should be based on TELRIC costs; pending a cost study, an interim rate of 50% of BellSouth's tariffed rates should be employed.	of the nonrecurring and recurring charges set forth in its interstate access tariff. BellSouth proposes use of the nonrecurring and recurring charges set forth in its interstate access tariff.	AGREEMENT SECTION 7.9.1 and 7.9.2 (p. 24) Attachment 3, item 7.9.2 (p. 24)	FCC RULING	WITNESS TESTIMONY
	Issue 43: Should compensation between the parties for interLATA PVCs be based on the non-recurring charge for a DLCI or on the non-recurring and recurring PVC and CIR charges associated with that PVC segment?	Compensation should be based on TELRIC costs; pending a cost study, an interim rate of 50% of BellSouth's tariffed rates should be employed.		Attachment 3, item 7.9.2 (p. 24)	N/A	
	Issue 44: Should the parties' compensation to each other for requests to change a PVC segment or PVC service order record be determined by the parties or should it be based on BellSouth's interstate access tariff?	Compensation should be based on TELRIC costs; pending a cost study, an interim rate of 50% of BellSouth's tariffed rates should be employed.	BellSouth proposes use of the nonrecurring and recurring charges set forth in its interstate access tariff.	Attachment 3, item 7.9.3 (p. 24) and 7.9.6 (p. 25)		

INTERMEDIA'S POSITION

BELLSOUTH'S POSITION

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FCC RULING

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ISSUE

Issue 46: Should Intermedia's obligation to identify and report quarterly to BellSouth the PLCU of the Frame Relay facilities it uses cease when BellSouth obtains authority to provide in-region interLATA service? does not make sense, because the costs of transporting both types of traffic is the same.	Issue 45: Should the interconnection agreement specifically state that the agreement does not address or alter either party's provision of Exchange Access Frame Relay Frame Relay Service? No. This language should be deleted. The parties' agreement should specify the relationship between the parties with regard to these services, without the need for vague and general disclaimers of uncertain effect.	
BellSouth's obtaining authority to provide inregion interLATA service would have no impact on Intermedia's obligation to identify and report to BellSouth the PLCU of the Frame Relay facilities it uses. BellSouth contends that the language it has proposed in Attachment 3, item 7.12 addresses Intermedia's concern since it states that the parties agree to renegotiate this arrangement for the exchange of Frame Relay Service Traffic within one hundred eighty (180) days of the date BellSouth receives interLATA authority.	The purpose of this language is to make clear that the parties' obligations with respect to access service are not affected by this local interconnection agreement.	
Attachment 3, item 7.10 (p. 25)	Attachment 3, § 7.9.6	
N/A	N/A	
CLOSED. Intermedia agreed to accept BellSouth's language.	CLOSED. At the TRA mediation on 4/13, BellSouth agreed to delete this provision in its entirety.	

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Issue 48: Should the parties adopt the performance measures, standards, and penalties imposed by the Texas Public Utility Commission on Southwestern Bell Telephone?	Issue 47: Should BellSouth be required to offer frame relay interconnection at TELRIC rates, and should there be a trueup if it is subsequently found during the term of the agreement that BellSouth's rates were in excess of TELRIC?	ISSUE
Yes. These standards have been painstakingly worked out, and the public interest would be served by adopting them. In addition, the imposition of penalties helps to enforce satisfactory performance, and should be adopted.	Compensation should be based on TELRIC costs; pending a cost study, an interim rate of 50% of BellSouth's tariffed rates should be employed.	INTERMEDIA'S POSITION
No. Penalties are not appropriate as an issue for arbitration, and penalties are not a requirement of Section 251 of the Act nor of the FCC's Rules. BellSouth's SQMs are appropriate for all CLECs and are fully enforceable through the Authority's complaint process. BellSouth has offered Intermedia its voluntary proposal for self-effectuating enforcement measures.	BellSouth proposes use of the nonrecurring and recurring charges set forth in its interstate access tariff.	BELLSOUTH'S POSITION
Attachment 9 (entire)		AGREEMENT SECTION
N/A		FCC RULING
		WITNESS TESTIMONY
ARBITRATE.	CLOSED. This is now part of Revised Issue 39, by agreement of the parties on 2/2.	STATUS AS OF 7/18/2000

CERTIFICATE OF SERVICE

I hereby certify that on July 18, 2000, a copy of the foregoing document was served on the parties of record, via the method indicated:

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